WC 03-13H

READ INSTRUCTIONS CAREFULLY		17014	District of Charge	FAA 2882	Approved by OMB
BEFORE PROCEEDING	FEDERAL COM	MUNICATI	NS CUMMISSION	173 (1)(1)	3060-0589
(I) LOCKBOX # 358145	REMITTANCE ADVICE			Page No 1 of 1	
				SPECIAL USI	C
	FCC/M	ELLON	MAY 20 2003	FCC USE ON	LY
			NFORMATION		
(2) PAYER NAME (if paying by credit card 3 Rivers Telephone	enter name exactly as it app Cooperative	ears on vour c	ard)	(3) TOTAL AMOUN \$815.00	T PAID (U.S. Dollars and cents)
(4) STREET ADDRESS LINE NO. 1	·				Į
P.O. Box 429 (5) STREET ADDRESS LINE NO. 2	DOCKET!	THE COD	YORIGINAL		
		7. G.	<u> Uriginal                                     </u>	(7) STATE (8) Z	IP CODE
(6) CITY Fairfield				MT 5	9436
(9) DAYTIME TELEPHONE NUMBER (in	iclude area code) (1	0) COUNTRY	CODE (if not in U.S.A.)		
(406) 467-2535	ION NUMBER (FRN) A	ND TAY II	ENTIFICATION NUM	IBER (TIN) REO	UIRED
(11) PAYER (FRN)	ION NUMBER (FRIT)	2) PAYER (TI	V)	2000 (111.1) 112.2	
0001-6464-54		81-02	43702		
	IE AND THE APPLICA			MPLETE SECTION	ON B
IF MORE	THAN ONE APPLICAN	NT, USE CO	NTINUATION SHEET	S (FORM 159-C)	
(13) APPLICANT NAME 3 Rivers Fiber Op					
(14) STREET ADDRESS LINE NO. 1					
P.O. Box 429 (15) STREET ADDRESS LINE NO. 2					
(16) CITY		. <u>.                                   </u>		(17) STATE (18) MT	ZIP CODE
Fairtield				MT	59436
(19) DAYTIME TELEPHONE NUMBER (406) 467-2535	·		CODE (if not in U.S.A.)		
FCC REGISTRAT	TION NUMBER (FRN)			MBER (TIN) REQ	UIRED
(21) APPLICANT (FRN)	(2	2) APPLICAN			
0003-7699-08			197696		- CHON SHIPPY
COMPLETE SECTION O	FOR EACH SERVICE	I IF MORE	BOXES ARE NEEDEL TENT TYPE CODE (25A	), USE CONTINU ) QUANTITY	ATION SHEET
(23A) CALL SIGN/OTHER ID		CUT	TENT THE CODE (23A	1	
(26A) FEE DUE FOR (PTC)	(27A) TOTAL FEE		FCC USE ONL	.Υ	
\$815.00	\$815.00				
(28A) FCC CODE 1	(29A) FCC COI	DE 2			
(23B) CALL SIGN/OTHER ID		(24B) PAY	MENT TYPE CODE (25E	I) QUANTITY	
	(22D) TOTAL FEE	<u> </u>	FCC USE ONL	v	
(26B) FEE DUE FOR (PTC)	(27B) TOTAL FEE		FCC USE ON	. 1	
(28B) FCC CODE 1	(29B) FCC CO	DE 2			
	GE CT	ION D. CEI	TICLETON		
(30) CERTIFICATION STATEMENT			RTIFICATION	7	
I, Michael J. Riele	≥Y, certif	fy under <b>peg</b> aji	y of perjury that the foregoing	g and supporting inf	ormation is true and correct to 5/19/03
the best of my knowledge, information ar	id belief. SIGNATU	RE	(1( ) ) All	DATE_	3/19/03
			PAYMENT INFORMA	TION	<u></u>
(31) MASTERO	CARD/VISA ACCOUNT NU	MBER:	1		EXPIRATION DATE:
MASTERCARD					JATE.
I hereby authorize t	he FCC to charge my VIS	A or MASTI	ERCARD for the service(	s)/authorization he	rein described.
VISA VISA					
SIGNATURE				DATE	

# Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the Matter of the Application of )

3 RIVERS FIBER OPTIC, INC.

For Domestic Section 214 Approval of) WCB Docket
a Streamlined Transfer of Control of) No. 03its Domestic Common Carrier
Subscriber Base in Bozeman, Montana )

To

ONEEIGHTY COMMUNICATIONS OF MONTANA,)
INC.

)

# **APPLICATION**

#### I. INTRODUCTION

3 Rivers Fiber Optic, Inc. ("3 Rivers F/O" or "Transferor") and OneEighty Communications of Montana, Inc. ("OneEighty MT" or "Transferee") (3 Rivers F/O and OneEighty MT, together, "Applicants"), by the undersigned counsel, hereby request authority pursuant to Section 214 of the Communications Act of 1934, as amended, and Sections 63.03 and 63.04(a) of the Commission's rules, to transfer control

<sup>&</sup>lt;sup>1</sup>47 U.S.C. § 214.

 $<sup>^{2}47</sup>$  C.F.R. § 63.03 and 63.04(a).

of its subscriber base in Bozeman, Montana, to OneEighty MT.

OneEighty MT is a wholly owned subsidiary of OneEighty

Communications, Inc., a Washington corporation qualified to

do business in the State of Montana, whose principal

business is telecommunications.

#### II. INFORMATION REQUIRED UNDER SECTION 63.04(A)

Applicants submit the following information in support of their request for Section 214 authority pursuant to Sections 63.03 and 63.04(a) of the Commission's rules.

(1) Name, address, and telephone number of each applicant.

Transferor: 3 Rivers Fiber Optic, Inc.

422 2<sup>nd</sup> Avenue South

P.O. Box 429

Fairfield, MT 59436 Tel: (406) 467-2535 FRN: 0003-7699-08

Transferee: OneEighty Communications of

Montana, Inc. 206 North 29<sup>th</sup>

Billings, MT 59101 Tel: (406) 294-4000 FRN: 0005-0758-66

#### (2) State of organization.

Transferor: Transfer is organized under the

laws of the State of Montana.

Transferee: Transferee is organized under the

laws of the State of Washington.

# (3) Contact person for this Application.

Correspondence and communications concerning this Application should be directed to:

## For the Transferor:

Michael J. Rieley
Michael J. Rieley, P.C.
Power Block Bldg., Suite 4A
7 West Sixth Avenue
P.O. Box 1211
Helena, MT 59624
Tel: (406) 443-4433
Fax: (406) 443-0039
E-mail: miker@helenet.com

### For the Transferee:

Brent Johnson
OneEighty Communications of Montana, Inc.
206 N. 29<sup>th</sup> Street
Billings, MT 59101
Tel: (406) 294-4007
Fax: (406) 294-4004
E-mail: bjohnson@oneeighty.com

## (4) Ownership of Applicants.

#### Transferor:

3 Rivers Fiber Optic, Inc. is a wholly owned subsidiary of 3 Rivers Telephone Cooperative, Inc., a Montana Rural Telephone Cooperative, FRN: 0001-6464-54, having its principal place of business at 422 2<sup>nd</sup> Avenue South, Fairfield, Montana. 3 Rivers Telephone Cooperative,

Inc. is a Montana Rural Telephone Cooperative and no individual or entity owns an equity interest of 10% or more.

#### Transferee:

OneEighty Communications of Montana, Inc. is a wholly owned subsidiary of OneEighty Communications, Inc. ("OneEighty"), having its principal place of business at 206 North 29th, Billings, Montana. OneEighty Communications, Inc. is a privately owned corporation in which Greg Green, Chairman of the Board, holds a 50% equity interest and Chris Dimock, Chief Executive Officer and President, holds an 11% equity interest.

Name: Greg Green

Address: 117 N. Howard St., Suite 300

Spokane, WA 99201

Citizenship: USA

Principal Business: Telecommunications

•

Name: Chris Dimock Address: 206 N. 29<sup>th</sup> St.

Billings, MT 59101

Citizenship: USA

Principal Business: Telecommunications

No other individual or entity owns an equity interest of 10% or more.

(5) <u>Certification Regarding Denial of Federal Benefits</u>

Pursuant to the Federal Anti-Drug Abuse Act of 1988.

3 Rivers Telephone Cooperative, Inc. and 3 Rivers Fiber Optic, Inc. certify, pursuant to Sections 1.2001

through 1.2003 of the Commission's rules, that neither they, nor any of their affiliates, within the meaning of Section 3(I) of the Communications Act of 1934, as amended, are subject to a denial of Federal benefits pursuant to Section 5301 of the Anti-Drug Abuse Act of 1988, 21 U.S.C. § 853.

OneEighty Communications, Inc. and OneEighty

Communications of Montana, Inc. certify, pursuant to

Sections 1.2001 through 1.2003 of the Commission's rules,

that neither they, nor any of their affiliates, within the

meaning of Section 3 of the Communications Act of 1934, as

amended, 47 U.S.C. § 153(1) are subject to a denial of

Federal benefits that includes FCC benefits pursuant to

Section 5301 of the Anti-Drug Abuse Act of 1988, 21 U.S.C.

§ 862.

#### (6) <u>Description of the transaction</u>.

In this transaction, 3 Rivers Fiber Optic, Inc. is selling one exchange, i.e. Bozeman, Montana, to OneEighty Communications of Montana, Inc. The "proposed transaction would result in a transferee [OneEighty MT] having a market share in the interstate, interexchange market of less than 10 percent, and the transferee [OneEighty MT] would provide competitive telephone exchange services or exchange access services (if at all) exclusively in geographic areas served

by a dominant local exchange carrier [Qwest Corporation ("Qwest")] that is not a party to the transaction," and "neither of the applicants is dominant with respect to any service." See § 63.03(b)(2)(i) of the Commission's Rules. Upon consummation of this transaction, OneEighty

Communications of Montana, Inc. will become a CLEC in the Bozeman, Montana, exchange area.

(7) Description of geographic areas in which the

Transferee (and its affiliate) offer domestic telecommunications services, and what services are provided to each area.

The Bozeman exchange is located in south central Montana, a rural area. The exchange serves portions of Gallatin County, Montana, a county with a population of 67,8313. The major town and its population served by the exchange is Bozeman, with a population of 27,5093. This transaction involves approximately 500 access lines in the Bozeman exchange.4

3 Rivers F/O, a CLEC, provides a full range of residential and business local exchange, switched and special access, custom calling, and information services in the exchange that is being sold to OneEighty MT. OneEighty

<sup>&</sup>lt;sup>3</sup>Population per 2000 U.S. Census

Access line counts are as of April 2003.

MT will provide comparable services when it takes ownership of the Bozeman exchange area.

# (8) Presumptive Streamlined Treatment.

Applicants submit that this Application presumptively qualifies for streamlined treatment pursuant to § 63.03(b)(2)(i) of the Commission's Rules because the "proposed transaction would result in a transferee [OneEighty MT] having a market share in the interstate, interexchange market of less than 10 percent, and the transferee [OneEighty MT] would provide competitive telephone exchange services or exchange access services (if at all) exclusively in geographic areas served by a dominant local exchange carrier [Qwest Corporation ("Qwest")] that is not a party to the transaction," and "neither of the applicants is dominant with respect to any service."

#### (9) Related Applications.

OneEighty Communications of Montana filed a

Notification of Transfer of Subscriber Base in CC Docket No.

00-257 on April 29, 2003.

#### (10) <u>Special Considerations</u>.

Neither Applicant is facing imminent business failure. Accordingly, no special consideration of this Application on this basis is requested.

## (11) Waiver Requests.

No waiver requests have been filed in conjunction with the transaction.

## (12) Statement of Public Interest.

3 Rivers F/O acquired the Bozeman exchange that is the subject of this transaction from Western CLEC Corporation on November 16, 2001. The Bozeman exchange acquisition was part of a larger transaction in which 3 Rivers F/O was acquiring CLEC operations within the state of Montana. The Bozeman exchange transaction involved a small "island" exchange in the state of Montana as part of a larger series of transactions that would allow 3 Rivers F/O to establish a competitive presence in selective geographic markets. However, 3 Rivers F/O was ultimately unable to achieve the economy of scale with the Bozeman exchange that 3 Rivers F/O has contracted to sell.

Grant of this Application will serve the public interest, convenience, and necessity by promoting competition among telecommunications carriers. Specifically, approval of the proposed transaction will enable a new entrant to establish a competitive presence in a select geographic market and concentrate its resources and expertise on providing innovative and diversified service

offerings for consumers in this market. These enhancements will enure directly to the benefit of existing customers in the Bozeman exchange, as well as to consumers generally in the domestic telecommunications marketplaces this carrier serves.

Approval of the transfer will enhance OneEighty
MT's ability to strengthen its competitive position by
implementing its long-term growth plans in its core markets.
The proposed transfer will contribute to increasing
OneEighty MT's operational flexibility and efficiency, as
well as long-term financial viability. The proposed transfer will therefore ensure the continued provision of innovative, high quality telecommunications services to the public and should promote competition in the U.S. domestic telecommunications service market.

#### III. CONCLUSION

Wherefore, for the reasons stated herein, Applicants request that the Commission accord this joint Application for domestic Section 214 authority, presumptive streamlined treatment status and, upon due consideration of the facts before it, issue an order approving the proposed transaction.

Respectfully submitted,

Michael J. Rieley

Michael J. Rieley, P.C.

Power Block Building, Suite 4A

7 West Sixth Avenue

P.O. Box 1211

Helena, MT 59624

Tel: (406) 443-4433

Fax: (406) 443-0039

Attorney for 3 Rivers Fiber Optic, Inc. and 3 Rivers Telephone Cooperative, Inc.,

Brent Johnson

Brent/Jøhnson, COO

OneEighty Communications of

Montana, Inc.

206 N. 29th Street

Billings, MT 59101

Tel: (406) 294-4007

Fax: (406) 294-4004

Chief Operating Officer for OneEighty Communications of Montana, Inc. and

OneEighty Communications, Inc.

Dated: May 19, 2003

# CERTIFICATION

On behalf of 3 Rivers Telephone Cooperative, Inc. and its wholly owned subsidiary, 3 Rivers Fiber Optic, Inc., I hereby certify that the statements in the foregoing Application for Section 214 Authority are true, complete, and correct to the best of my knowledge and are made in good faith.

3 RIVERS TELEPHONE COOPERATIVE, INC.

General Manager

May 14, 2003

#### CERTIFICATION

On behalf of OneEighty Communications, Inc. and its wholly owned subsidiary, OneEighty Communications of Montana, Inc., I hereby certify that the statements in the foregoing Application for Section 214 Authority are true, complete, and correct to the best of my knowledge and are made in good faith.

ONEELCHTY COMMUNICATIONS, INC.

Chris Dimock, CEO

May 15, 2003